

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS)	
ADJUSTMENT FILING OF)	CASE NO. 2009-00344
MILLENNIUM ENERGY, INC.)	

ORDER

On December 2, 1999, in Case No. 1999-00312, the Commission approved rates for Millennium Energy, Inc. ("Millennium") and provided for their further adjustment in accordance with Millennium's Gas Cost Adjustment ("GCA") clause.¹

On August 24, 2009, Millennium filed its proposed GCA to be effective October 1, 2009. Millennium filed an amended GCA on August 28, 2009.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Millennium's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Millennium's notice sets out an Expected Gas Cost ("EGC") of \$3.9507 per Mcf, which is a decrease of \$.2026 per Mcf from its previous EGC of \$4.1533 per Mcf.
3. Millennium's notice sets out no Refund Adjustment.

¹ Case No. 1999-00312, Petition of Millennium Energy, Inc. for Approval of an Initial Rate Schedule for Serving Customers from an Existing Gas Supply Line (Ky. PSC Dec. 2, 1999).

4. Millennium's notice sets out a current quarter Actual Adjustment ("AA") of \$.6600 per Mcf. Millennium did not use the correct "EGC in effect for month" for May, June, and July 2009. Correcting this produces a current quarter AA of \$.9082. Millennium's total AA is \$1.8264 per Mcf, which is an increase of \$.4298 per Mcf from the previous total AA of \$1.3966 per Mcf .

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of \$.0128 per Mcf. Millennium's total BA is (\$.0437) per Mcf, which is a decrease of \$.0347 per Mcf from the previous total BA of (\$.0090) per Mcf.

6. Millennium's Gas Cost Recovery Rate is \$5.7334 per Mcf, which is an increase of \$.1925 per Mcf from the previous rate of \$5.5409 per Mcf.

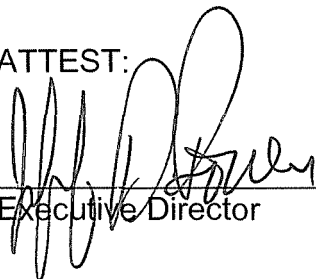
7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Millennium on and after October 1, 2009.

IT IS THEREFORE ORDERED that:

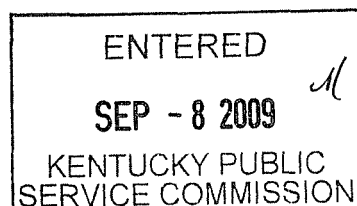
1. Millennium's proposed rates are denied.
2. The rates in the Appendix to this Order are approved for service rendered on and after October 1, 2009.
3. Within 20 days of the date of this Order, Millennium shall file with this Commission its revised tariffs setting out the rates authorized herein.

By the Commission

ATTEST:



Executive Director



APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00344 DATED SEP - 8 2009

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$6.00		\$6.00
All Mcf	\$4.00	\$5.7334	\$9.7334

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$5.7334	\$8.7334

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